

HARGROVE, SMELLEY, STRICKLAND & LANGLEY

JOSEPH L. HARGROVE, JR.
DAVID L. SMELLEY
PAUL A. STRICKLAND
GLENN L. LANGLEY
LOUISE F. PEARCE
JONATHAN F. RABURN

(A PROFESSIONAL LAW CORPORATION)
AMERICAN TOWER, SUITE 600
401 MARKET STREET
SHREVEPORT, LOUISIANA 71101-3239

THOMAS J. WYATT (1942-1996)

MAILING ADDRESS
POST OFFICE BOX 59
SHREVEPORT, LOUISIANA 71161-0059
TELEPHONE (318) 429-7200
TELECOPIER (318) 429-7201

OF COUNSEL
WILLIAM G. CONLY

March 24, 2006

Honorable James H. Welsh
Commissioner of Conservation
State of Louisiana
Post Office Box 44275
Baton Rouge, Louisiana 70804-4275

Re: APPLICATION FOR PUBLIC HEARING.

Cotton Valley Formation, Reservoir A, and Gray
Sand, Reservoir A, SOUTH SAREPTA FIELD,
Bossier and Webster Parishes, Louisiana.

Dear Sir:

EOG RESOURCES, INC. ("Applicant"), hereby respectfully applies for a public hearing to consider evidence relative to the issuance of Orders pertaining to the following matters relating to the Cotton Valley Formation, Reservoir A, and to the Gray Sand, Reservoir A, in the South Sarepta Field, Bossier and Webster Parishes, Louisiana:

1. To create five (5) additional drilling and production units for the exploration for and production of gas and condensate from the Cotton Valley Formation, Reservoir A, such units being shown on an attached plat and being designated CV RA SUC through CV RA SUG.
2. To create seven (7) additional drilling and production units for the exploration for and production of gas and condensate from the Gray Sand, Reservoir A, such units being shown on an attached plat and being designated GRAY RA SUR through GRAY RA SUX.
3. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed additional units in accordance with Section 10, Title 30, of the Louisiana Revised Statutes of 1950, with each tract sharing in unit production on a surface acreage basis of participation.
4. To designate a unit operator of, and unit wells for, the proposed additional units as may be appropriate.
5. To permit Applicant to combine downhole production from the Cotton Valley Formation, Reservoir A, with production from the Gray Sand, Reservoir A, in any well drilled on identical units for these zones as shown on the attached plats.

Honorable James H. Welsh
March 24, 2006
Page 2

6. To extend, except as in conflict herewith, the provisions of the Office of Conservation Order No. 167-F series of Orders, and all applicable Statewide Orders, to the proposed additional units for the Gray Sand, Reservoir A.

7. To discuss such other matters as may be pertinent.

The Gray Sand, Reservoir A, in the South Sarepta Field, Bossier and Webster Parishes, Louisiana, is defined in Office of Conservation Order No. 167-F-2, effective November 12, 1974.

Initial field rules and units for, and definition of, the Cotton Valley Formation, Reservoir A, in the South Sarepta Field are the subject of an application filed by Clayton Williams Energy, Inc., which is scheduled for hearing on March 28, 2006, under Docket No. 06-300. Applicant will propose these same field rules and formation definition for the five (5) additional units proposed herein for the Cotton Valley Formation, Reservoir A.

Pertinent data concerning this application is available for inspection at the offices of Mr. Louis Gilbert, Louis Gilbert & Associates, Inc., 3636 N. Causeway Blvd., Suite 204, Metairie, Louisiana 70002-7216. Any person wishing to inspect such data should call Mr. Gilbert at (504) 834-8112 during normal business hours in order to arrange a date and time for such inspection. A copy of any such pertinent data which is not otherwise available from the records of the Louisiana Office of Conservation can be obtained from Applicant at the expense of the requesting party.

By letter dated February 17, 2006, Applicant gave notice, in accordance with the Revised Rules of Procedure, of its intention to apply for a public hearing concerning these matters and a pre-application conference with respect to Applicant's proposals was thereafter held beginning at 1:30 o'clock p.m. on March 16, 2006, in Shreveport, Louisiana. Attached is a list of the names and addresses of those persons present at the conference.

The purpose of the conference was explained as well as the bases for Applicant's proposals by sufficient data and detail for those present at the conference to have a reasonable opportunity to discuss the proposals and attempt to resolve any differences in good faith. During this presentation, Applicant explained that it was amending its proposals as to proposed units CV RA SUC and CV RA SUD to delete the 20-acres in the extreme southeastern portion of proposed CV RA SUD and add this acreage to proposed CV RA SUC. Following Applicant's presentation, there was a general question and answer period concerning the proposals of Applicant. Thereafter, the conference was adjourned with no counterplan having been presented.

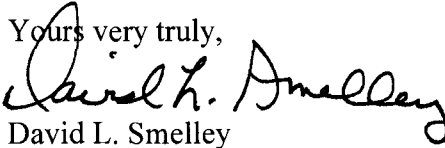
Attached hereto are plats outlining the additional drilling and production units which Applicant proposes to create. Also attached hereto is a list of the names and addresses of all Interested Owners, Represented Parties and Interested Parties to whom a copy of this application is being sent. Pursuant to the Revised Rules of Procedure, such list is being forwarded only to the Commissioner of Conservation and to the District Manager of the Shreveport District of the Office

Honorable James H. Welsh
March 24, 2006
Page 3

of Conservation. A copy of the list will be furnished by the undersigned to any party so requesting. A reasonable effort was made to obtain a complete list of Interested Owners, Represented Parties and Interested Parties.

Applicant will provide for posting of a copy of the Legal Notice of this hearing and the enclosed plats at a prominent place in the area affected and will cause publication of the Legal Notice in a newspaper published in the general area of South Sarepta Field, all in accordance with the Revised Rules of Procedure. Furthermore, a copy of the Legal Notice will be mailed to all Interested Owners, Represented Parties and Interested Parties promptly upon receipt of the Legal Notice from the Commissioner.

Finally, we enclose our check payable to the Commissioner of Conservation for the application fee.

Yours very truly,

David L. Smelley

-- Attorney for EOG Resources, Inc.

DLS:dp
Enclosures

cc: Mr. Jim Broussard (w/encls.)
Mr. Michael Brooks (w/encls.)
Mr. Louis Gilbert (w/encls.)
Interested Owners, Represented Parties
and Interested Parties (w/plats only)

